

POSSIBLE FOREIGN REACTIONS TO THE
NEW US ECONOMIC POLICY

NOTE: We assume that the US import surcharge will continue in effect for some time and that US officials will be considering its removal or reduction on a selective basis -- ie., by country and/or commodity. The assumption for section II (Future Impact) concerning the structure of exchange rates is crucial to further analysis and must be determined early -- e.g., assume a continuation of the presently existing pattern which seems a most unstable equilibrium, or assume some other more realistic pattern.

I. CHARACTER OF FOREIGN REACTIONS TO DATE

A. Economic: who has done or agreed to do what:

- (1) in exchange rate revaluation
- (2) any other positive measures
- (3) any other negative actions

B. Broad Political Repercussions

- (1) Western Europe



- (4) LDC's
- (5) Other

25X1

Approved For Release 2004/12/20 : CIA-RDP79R01095A001200020010-6

Next 2 Page(s) In Document Exempt

Approved For Release 2004/12/20 : CIA-RDP79R01095A001200020010-6